

CREE, INC.
UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands)

	December 25, 2016	June 26, 2016
ASSETS		
Current assets:		
Cash, cash equivalents, and short-term investments	\$ 591,114	\$ 605,305
Accounts receivable, net	121,759	138,772
Income tax receivable	3,245	6,304
Inventories	281,677	281,671
Prepaid expenses	22,017	25,728
Other current assets	45,024	44,501
Current assets held for sale	434,859	54,426
Total current assets	1,499,695	1,156,707
Property and equipment, net	360,171	387,167
Goodwill	518,059	518,059
Intangible assets, net	246,246	259,400
Other long-term investments	34,315	40,179
Deferred income taxes	41,019	38,564
Long-term assets held for sale	—	356,735
Other assets	8,165	9,249
Total assets	\$ 2,707,670	\$ 2,766,060
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable, trade	\$ 109,306	\$ 122,808
Accrued salaries and wages	41,955	40,128
Other current liabilities	21,281	14,962
Current liabilities held for sale	42,107	45,101
Total current liabilities	214,649	222,999
Long-term liabilities:		
Long-term debt	170,000	160,000
Deferred income taxes	945	943
Long-term liabilities held for sale	—	1,850
Other long-term liabilities	22,057	12,444
Total long-term liabilities	193,002	175,237
Shareholders' equity:		
Common stock	121	125
Additional paid-in-capital	2,388,855	2,359,584
Accumulated other comprehensive income, net of taxes	3,299	8,728
Accumulated deficit	(92,256)	(613)
Total shareholders' equity	2,300,019	2,367,824
Total liabilities and shareholders' equity	\$ 2,707,670	\$ 2,766,060

These unaudited condensed consolidated balance sheets reflect the Wolfspeed business as discontinued operations. The assets and liabilities of the Wolfspeed business are therefore classified as held for sale and are reflected as current in nature as of December 25, 2016.